

STATE RISK MANAGEMENT WORKERS COMPENSATION FUND
INVESTMENT PERFORMANCE REPORT AS OF SEPTEMBER 30, 2004

	September-04					August-04				July-04				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Actual	Quarter	Month	Market Value	Allocation	Actual	Month	Market Value	Allocation	Actual	Month	Net	Net	6/30/2004	6/30/2004
		Policy	Net ROR	Net ROR	Net ROR											Net	Net
LARGE CAP DOMESTIC EQUITY																	
<i>Structured Growth</i>																	
Los Angeles Capital	22,960	2.9%	3.0%	-4.14%	1.34%	76,373	2.9%	3.0%	-0.39%	76,708	2.9%	3.0%	-5.03%	-4.14%	N/A	N/A	N/A
Total Structured Growth	22,960	2.9%	3.0%	-4.14%	1.34%	76,373	2.9%	3.0%	-0.39%	76,708	2.9%	3.0%	-5.03%	-4.14%	N/A	N/A	N/A
<i>Russell 1000 Growth</i>				-5.23%	0.95%				-0.49%				-5.65%	-5.23%	N/A	N/A	N/A
<i>Structured Value</i>																	
LSV	25,038	3.2%	3.0%	3.21%	3.01%	81,923	3.1%	3.0%	1.42%	80,755	3.1%	3.0%	-1.21%	3.21%	N/A	N/A	N/A
<i>Russell 1000 Value</i>				1.54%	1.55%				1.42%				-1.41%	1.54%	N/A	N/A	N/A
<i>Russell 1000 Enhanced Index</i>																	
LA Capital	48,911	6.2%	6.0%	-1.68%	1.72%	162,083	6.1%	6.0%	0.22%	161,804	6.1%	6.0%	-3.56%	-1.68%	N/A	N/A	N/A
<i>Russell 1000</i>				-1.81%	1.26%				0.49%				-3.51%	-1.81%	N/A	N/A	N/A
<i>S&P 500 Enhanced Index</i>																	
Westridge	47,526	6.1%	6.0%	-1.99%	0.93%	158,457	6.0%	6.0%	0.43%	157,859	6.0%	6.0%	-3.30%	-1.99%	N/A	N/A	N/A
<i>S&P 500</i>				-1.87%	1.08%				0.40%				-3.31%	-1.87%	N/A	N/A	N/A
<i>Index</i>																	
State Street	14,305			-1.88%	1.08%	47,714			0.41%	47,529			-3.32%	-1.88%	N/A	N/A	N/A
Total Index	14,305	1.8%	2.0%	-1.88%	1.08%	47,714	1.8%	2.0%	0.41%	47,529	1.8%	2.0%	-3.32%	-1.88%	N/A	N/A	N/A
<i>S&P 500</i>				-1.87%	1.08%				0.40%				-3.31%	-1.87%	N/A	N/A	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	158,740	20.2%	20.0%	-1.42%	1.57%	526,549	19.8%	20.0%	0.39%	524,654	19.9%	20.0%	-3.33%	-1.42%	N/A	N/A	N/A
<i>S&P 500</i>				-1.87%	1.08%				0.40%				-3.31%	-1.87%	N/A	N/A	N/A
SMALL CAP DOMESTIC EQUITY																	
<i>Manager-of-Managers</i>																	
SEI	88,820	11.3%	10.0%	-3.60%	5.35%	252,189	9.5%	10.0%	-1.26%	255,493	9.7%	10.0%	-7.32%	-3.60%	N/A	N/A	N/A
<i>Russell 2000 + 200bp</i>				-2.36%	4.86%				-0.35%				-6.57%	-2.36%	N/A	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	88,820	11.3%	10.0%	-3.60%	5.35%	252,189	9.5%	10.0%	-1.26%	255,493	9.7%	10.0%	-7.32%	-3.60%	N/A	N/A	N/A
<i>Russell 2000</i>				-2.86%	4.69%				-0.51%				-6.73%	-2.86%	N/A	N/A	N/A
CONVERTIBLES																	
TCW	117,596	15.0%	15.0%	-4.35%	1.31%	388,254	14.6%	15.0%	-0.54%	390,761	14.8%	15.0%	-5.08%	-4.35%	N/A	N/A	N/A
<i>First Boston Convertible Index</i>				-1.05%	1.78%				-0.30%				-2.49%	-1.05%	N/A	N/A	N/A
DOMESTIC FIXED INCOME																	
<i>Core Bond</i>																	
Western Asset	140,979	18.0%	17.3%	3.52%	0.25%	496,379	18.7%	17.3%	2.03%	486,692	18.5%	17.3%	1.20%	3.52%	N/A	N/A	N/A
<i>Lehman Aggregate</i>				3.20%	0.27%				1.91%				0.99%	3.20%	N/A	N/A	N/A
<i>Index</i>																	
Bank of ND	177,414	22.6%	26.0%	2.54%	0.16%	638,392	24.0%	26.0%	1.61%	628,242	23.8%	26.0%	0.77%	2.54%	N/A	N/A	N/A
<i>Lehman Intermediate Gov/Credit (1)</i>				2.71%	0.17%				1.67%				0.84%	2.71%	-0.05%	6.97%	7.25%
<i>BBB Average Quality</i>																	
Strong	79,039	10.1%	8.7%	4.51%	0.70%	277,014	10.4%	8.7%	2.40%	270,460	10.3%	8.7%	1.35%	4.51%	N/A	N/A	N/A
<i>Lehman US Credit BAA</i>				4.76%	0.75%				2.55%				1.40%	4.76%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	397,431	50.6%	52.0%	3.27%	0.30%	1,411,785	53.1%	52.0%	1.91%	1,385,394	52.6%	52.0%	1.03%	3.27%	N/A	N/A	N/A
<i>Lehman Gov/Credit</i>				3.56%	0.35%				2.12%				1.06%	3.56%	N/A	N/A	N/A
CASH EQUIVALENTS																	
Bank of ND	22,808	2.9%	3.0%	0.44%	0.15%	79,315	3.0%	3.0%	0.15%	79,351	3.0%	3.0%	0.14%	0.44%	N/A	N/A	N/A
<i>90 Day T-Bill</i>				0.37%	0.13%				0.12%				0.12%	0.37%	N/A	N/A	N/A
TOTAL RISK MANAGEMENT FUND	785,397	100.0%	100.0%	0.31%	1.21%	2,658,093	100.0%	100.0%	0.76%	2,635,654	100.0%	100.0%	-1.63%	0.31%	N/A	N/A	N/A
POLICY TARGET BENCHMARK				1.06%	1.14%				1.09%				-1.16%	1.06%	N/A	N/A	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.